

## **INFORMATIONAL LETTER NO. 2110-MC-FFS**

**DATE:** March 5, 2020

**TO:** All Iowa Intermediate Care Facilities for Individuals with Intellectual

Disabilities (ICF/ID)

**APPLIES TO:** Managed Care (MC), Fee-for-Service (FFS)

**FROM:** Iowa Department of Human Services (DHS), Iowa Medicaid Enterprise

(IME)

RE: ICF/ID Rates July 2020

**EFFECTIVE:** July 1, 2020

Per Iowa Administrative Code 81.5(14)e, the maximum rate for ICF/IDs shall be updated to the "eightieth percentile of the total per diem cost of all participating" facilities. The eightieth percentile "shall be adjusted July 1 of each year using cost reports on file December 31 of the previous year". Inflation is also updated annually effective July 1 based on the Consumer Price Index for all urban consumers, U.S. City Average (CPI-U), per 441 IAC 82.5(16)i.

The eightieth percentile maximum based on cost reports on file at December 31, 2019, for rates effective July 1, 2020, through June 30, 2021, is **\$376.52**. The calculation of the maximum can be found here<sup>1</sup>.

The CPI-U used as the inflation factor for rates effective July 1, 2020 through June 30, 2020 is 2.3%.

If you have any questions, please contact Provider Services at <a href="mailto:imeproviderservices@dhs.state.ia.us">imeproviderservices@dhs.state.ia.us</a> or at 1-800-338-7909, Monday through Friday 8:00 a.m. to 5:00 p.m.

<sup>&</sup>lt;sup>1</sup>https://dhs.iowa.gov/sites/default/files/12 31 2019 ICF ID COMPILATION.xlsx